



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
October 2013

<u>Fraud Statistics</u>	<u>Month/October</u>	<u>YTD</u>
Total Referrals Received.....	155	1,444
Closed Referrals.....	103	794
Open Cases (Investigations – includes prior years).....		364
Assigned Cases (Investigations).....	6	193
Closed Cases (Investigations).....	9	157
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		7
Charges (5 felony, 0 misdemeanor)	5	149
Convictions (9 felony, 2 misdemeanor)	11	81
Restitution Ordered..... \$	4,646.26	234,079.80
Restitution Agreed..... \$.00	.00
Restitution Total..... \$	4,646.26	234,079.80
Investigation Expenses to Division		
Awarded..... \$	950.00	24,004.01
Collected..... \$	1,639.92	29,237.73
DOI Fines..... \$.00	.00
Administrative Subpoenas Issued.....		21
Non-Licensed Individuals.....		21
Licensed (active/inactive individuals).....		
Subpoenas Received.....	8	35

Convictions Activity

Jeff Stringer – Stringer forged endorsement signatures on three refund checks. The checks were used for payments on policies for which the insured did not apply. Stringer pleaded guilty to four counts of fraudulent insurance acts over \$500 and five counts of forgery second degree. Stringer is to serve five years on each count of fraudulent insurance acts and five years on each count of forgery second degree, both to run concurrently. These two sentences shall run consecutively for a total of 10 years. Both sentences were probated on the condition that Stringer pay restitution in the amount of \$4,646.26.

Stephen Collins – Collins forged his wife's signature on an insurance application. Collins pleaded guilty to fraudulent insurance acts less than \$500, and was sentenced to 30 days in jail, probated for two years. He also was ordered to pay the Department of Insurance \$100 in investigative expenses.

Mitchell Stacy – Stacy fraudulently claimed an injury from an auto accident. Stacy pleaded guilty to fraudulent insurance acts less than \$500 and was sentenced to 12 months in jail, probated for 12 months. He also was ordered to pay the Department of Insurance \$500 in investigative expenses.